

JUN 1 9 2013P ufort, S.C. 29901-1028

HARBOR ISLAND UTILITIES, INC (849) 982-0405 fax: 982-0707

June 18, 2013

Ms. Jocelyn Boyd Chief Clerk and Administrator Public Service Commission of SC 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Re: Harbor Island Utilities, Inc. Rate Case Docket No. 2007-243-W/S

Dear Ms. Boyd:

When the Public Service Commission of South Carolina approved our new rates in December 2007, it included a provision that allows us to pass through rate increases that we incur.

Please see the attached copy of a notice we received from the Fripp Island Public Service District (FIPSD) that effective July 1, 2013 our water cost will increase by \$0.01 (1¢) per thousand gallons and our wastewater effluent disposal cost will increase by \$0.01 (1¢) per thousand gallons. This raises our water commodity rate from \$4.39 per 1000 gallons to \$4.40 per 1000 gallons. For an average water user of 300 gallons per day, this increase amounts to a total of \$0.09 (9¢) per month. For sewer, this raises our sewer rate from \$37.09 per month to \$37.18 per month. The sewer increase is \$0.09 (9¢) per month. The total for both increases for an average household is \$0.18 (18¢) per month.

We must provide you a 60-day notice and we must provide our customers with a 30-day notice. The notice to our customers will be sent with the bills that we send in mid-July. A copy is attached for your information.

Please accept this letter as the official 60-day notification.

Please let me know if you need any additional information.

G. George

Sincerely,

President

Enclosures

Notice from the Fripp Island Public Service District Notice to Harbor Island Utilities, Inc. Customers

Copy - Mr. C. Dukes Scott, Office of Regulatory Staff (with enclosures)

(843) 838-2400 Fax (843) 838-4900

June 13, 2013

Mr. Robert G. Gross The Beaufort Group, LLC P.O. Box 1028 Beaufort, SC 29901-1028

Re:

Harbor Island Utilities, Inc.

Annual Water Transportation Fee Adjustment &

Annual Effluent Disposal Fee Adjustment

File #102-05

Dear Bob:

Effective July 1, 2013, the water transportation fee for water delivered to Harbor Island Utilities, Inc. will increase from \$0.32 per thousand gallons to \$0.33 per thousand gallons. The Commission for the Fripp Island Public Service District approved the new rate during the June 11, 2013 meeting in accordance with the March 24, 1999 Water Service Agreement. By copy of the enclosed letter, the BJW&SA has been made aware of the new rate.

Effective July 1, 2013, the effluent disposal fee will increase from \$0.07 per thousand gallons to \$0.08 per thousand gallons. If the effluent requires additional treatment prior to disposal, the fee will increase from \$5.30 per thousand gallons to the new current commercial rate of \$6.15 per thousand gallons. The Commission for the Fripp Island Public Service District approved the new rate during the June 11, 2013 meeting in accordance with the March 30, 2004 FIPSD - HHJ Settlement Agreement.

Sincerely,

FRIPP ISLAND PUBLIC SERVICE DISTRICT

Marion E. Wilson

Manager

Enclosure

HARBOR ISLAND UTILITIES, INC. P.O. BOX 1028 BEAUFORT, SC 29901-1028

June 18, 2013

Dear Harbor Island Utilities Customer:

When the Public Service Commission of South Carolina approved our new rates in December 2007, it included a provision that allows us to pass through rate increases we incur.

We received a notice from the Fripp Island Public Service District (FIPSD) stating that our water cost would increase by \$0.01 (1¢) per thousand gallons to transport the water through their line to our system and that our effluent disposal fee would increase \$0.01 (1¢) per thousand gallons. Accordingly, we are notifying you that your water rate will increase from \$4.39 per thousand gallons to \$4.40 per thousand gallons. For the average household using 300 gallons of water per day, the monthly increase would be approximately \$0.09 (9¢). Your sewer rate will increase from \$\$\$\$ per month to \$4444 per month, an increase of \$0.09 (9¢). The total for both increases for an average household is \$0.18 (18¢) per month.

We anticipate that these changes will become effective in early August 2013 and that you will see it in the bill you receive in mid-September.

Please call with any questions (843) 982-0405.

Sincerely,

Robert G. Gross

President